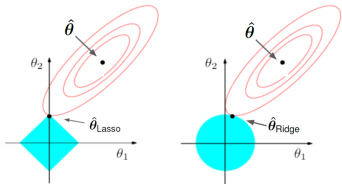
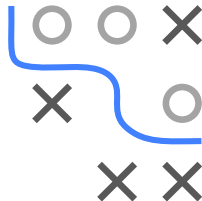


Regularization

Lasso vs. Ridge

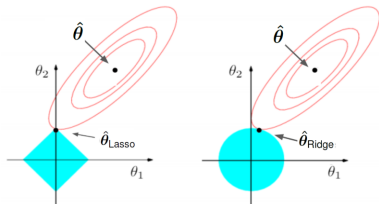


- Properties of ridge vs. lasso
- Coefficient paths
- What happens with corr. features
- Why we need feature scaling

- Properties of ridge vs. lasso
- Coefficient paths
- What happens with corr. features
- Why we need feature scaling

LASSO VS. RIDGE GEOMETRY

$$\min_{\boldsymbol{\theta}} \sum_{i=1}^n \left(y^{(i)} - f(\mathbf{x}^{(i)} | \boldsymbol{\theta}) \right)^2 \quad \text{s.t. } \|\boldsymbol{\theta}\|_p^p \leq t$$

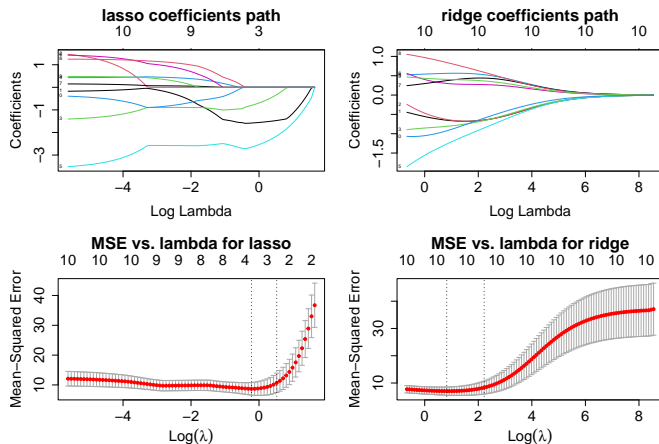


- In both cases (and for sufficiently large λ), the solution which minimizes $\mathcal{R}_{\text{reg}}(\boldsymbol{\theta})$ is always a point on the boundary of the feasible region.
- As expected, $\hat{\boldsymbol{\theta}}_{\text{lasso}}$ and $\hat{\boldsymbol{\theta}}_{\text{ridge}}$ have smaller parameter norms than $\hat{\boldsymbol{\theta}}$.
- For lasso, solution likely touches a vertex of constraint region.
Induces sparsity and is a form of variable selection.
- For $p > n$: lasso selects at most n features ► Zou and Hastie 2005.

COEFFICIENT PATHS AND 0-SHRINKAGE

Example 1: Motor Trend Car Roads Test (mtcars)

We see how only lasso shrinks to exactly 0.



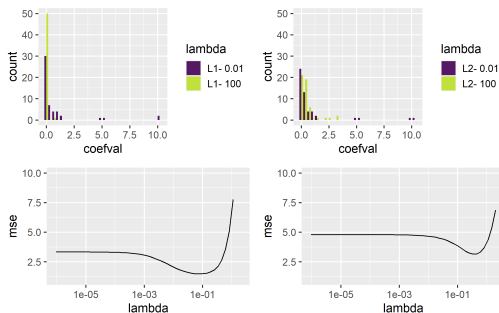
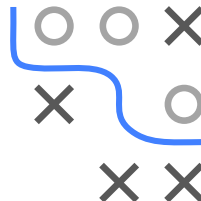
NB: No real overfitting here, as data is so low-dim.

COEFFICIENT PATHS AND 0-SHRINKAGE

Example 2: High-dim., corr. simulated data: $p = 50$; $n = 100$

$$y = 10 \cdot (x_1 + x_2) + 5 \cdot (x_3 + x_4) + 1 \cdot \sum_{j=5}^{14} x_j + \epsilon$$

36/50 vars are noise; $\epsilon \sim \mathcal{N}(0, 1)$; $\mathbf{x} \sim \mathcal{N}(\mathbf{0}, \Sigma)$; $\Sigma_{k,l} = 0.7^{|k-l|}$



REGULARIZATION AND FEATURE SCALING

- Typically we omit θ_0 in penalty $J(\theta)$ so that the “infinitely” regularized model is the constant model (but can be implementation-dependent).
- Unregularized LM has **rescaling equivariance**, if you scale some features, can simply "anti-scale" coefs and risk does not change.
- Not true for Reg-LM: if you down-scale features, coeffs become larger to counteract. They are then penalized stronger in $J(\theta)$, making them less attractive without any relevant reason.
- **So: usually standardize features in regularized models, whether linear or non-linear!**



REGULARIZATION AND FEATURE SCALING

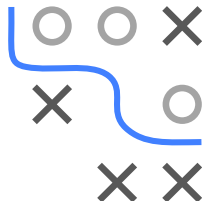
- Let the DGP be $y = \sum_{j=1}^5 \theta_j x_j + \varepsilon$ for $\theta = (1, 2, 3, 4, 5)^\top$, $\varepsilon \sim \mathcal{N}(0, 1)$
- Suppose x_5 was measured in m but we change the unit to cm ($\tilde{x}_5 = 100 \cdot x_5$):

Method	$\hat{\theta}_1$	$\hat{\theta}_2$	$\hat{\theta}_3$	$\hat{\theta}_4$	$\hat{\theta}_5$	MSE
OLS	0.983	2.147	3.005	3.917	5.204	0.812
OLS rescaled	0.983	2.147	3.005	3.917	0.052	0.812

- Estimate $\hat{\theta}_5$ gets scaled by $1/100$ while other estimates and MSE are invariant
- Running ridge regression with $\lambda = 10$ on same data shows that rescaling of x_5 does not result in inverse rescaling of $\hat{\theta}_5$ (everything changes!)
- This is because $\hat{\theta}_5$ now lives on small scale while $L2$ constraint stays the same. Hence remaining estimates can “afford” larger magnitudes.

Method	$\hat{\theta}_1$	$\hat{\theta}_2$	$\hat{\theta}_3$	$\hat{\theta}_4$	$\hat{\theta}_5$	MSE
ridge	0.709	1.873	2.661	3.557	4.636	1.366
ridge rescaled	0.802	1.942	2.675	3.569	0.051	1.079

- For lasso, especially for very correlated features, we could arbitrarily force a feature out of the model through a unit change.



SUMMARY

► Tibshirani 1996

► Zou and Hastie 2005

- Neither ridge nor lasso can be classified as better overall
- Lasso can shrink some coeffs to zero, so selects features; ridge usually leads to dense solutions, with smaller coeffs
- Lasso likely better if true underlying structure is sparse
ridge works well if there are many (weakly) influential features
- Lasso has difficulties handling correlated predictors;
for high correlation, ridge dominates lasso in performance
- Lasso: for (highly) correlated predictors, usually an “arbitrary” one is selected, with large coeff, while the others are (nearly) zeroed
- Ridge: coeffs of correlated features are similar

